



HIGHLIGHTS

TAX PERSPECTIVE

2083/84

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Table of Contents

1.	BUDGET OVERVIEW AND KEY NOTES	1
2.	INCOME TAX ACT	4
3.	VALUE ADDED TAX (VAT) ACT.....	6
4.	EXCISE DUTY ACT	7
5.	CUSTOMS ACT	9
6.	MAJOR TAX AMNESTY PROVISIONS BY FINANCE BILL 2083	11
7.	TAX RATES APPLICABLE FOR F.Y. 2083/84 (2026/27).....	14
8.	TDS RATES APPLICABLE FOR F.Y. 2083/84 (2026/27)	17

1. BUDGET OVERVIEW AND KEY NOTES

A. Introduction

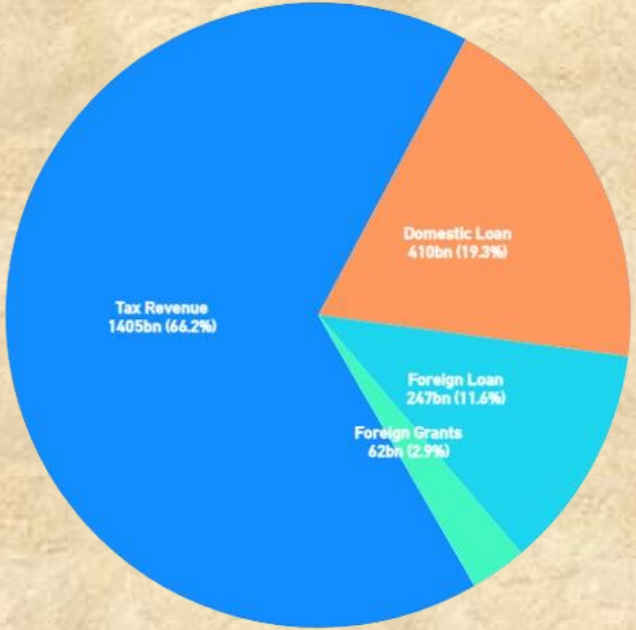
Honorable Finance Minister, Dr. Swarnim Wagle presented budget of the Government of Nepal for fiscal year 2083/84 (2026/27) on 15th Jestha 2083 (29th May 2026). The budget has been estimated at NPR 2,124 billion, an increase of 8.16% from the previous fiscal year budget of NPR1,964.

B. Budget Summary: Source and Allocation

Source in Billion (NPR)	
Head	2083/84
Tax Revenue	1,405.32
Foreign Grants	61.75
Domestic Loan	410.00
Foreign Loan	247.28
Total	2,124.34

Notes:

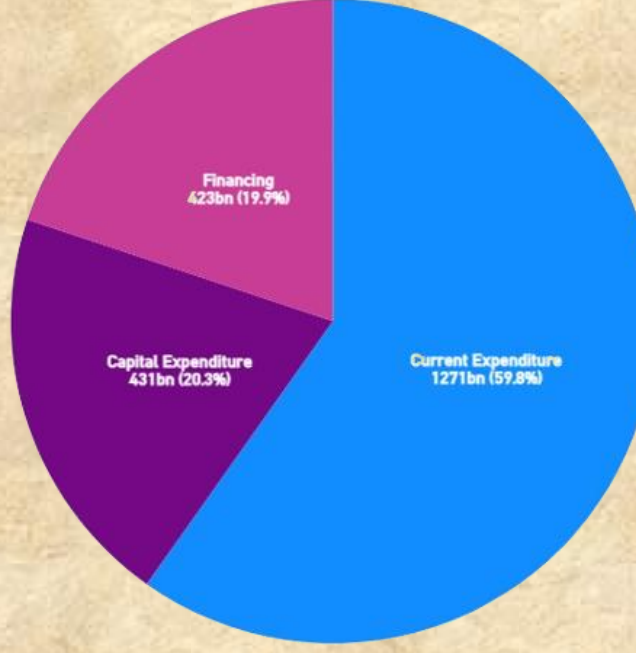
- Tax Revenue includes NPR 1,403.32 of tax revenue, NPR 177 of Non-tax revenue, and NPR (175) of Revenue Share to Provinces /Local.



Allocation in Billion (NPR)	
Head	2083/84
Current Expenditure	1,270.59
Capital Expenditure	431.11
Financing	422.65
Total	2,124.34

Notes:

- Current Expenditure includes NPR 846.31 of capital expenditure, NPR 431.11 of Financial Provision for Province/Local.
- Financing includes NPR 66.50 of Loan Investment in Public Enterprises, NPR 37.77 of Equity Investment in Public Corporations, NPR 0.29 of Equity Investment in Foreign Companies, NPR 245.89 of Repayment of Bonds (Principal), and NPR72.20 of Foreign Loan Principal Repayment.



C. Budget Objectives

- **Good Governance:** Establishing standards of integrity, accountability, and results-oriented administration while ending policy ambiguity and resource exploitation.
- **Emergence of the Middle Class:** Expanding and supporting the middle class as a driver of economic stability.
- **Productive Employment:** Generating skilled and productive job opportunities within the country.
- **Competitive Economy:** Developing a competitive economy capable of integrating with international supply chains and digital markets.
- **Dignified Life:** Ensuring a foundation for a dignified and prosperous life for all citizens

D. Key Notes on Finance Bill 2083

1. New taxes or fees introduced

a) **Domestic Industry Protection & Promotion fee:**

The Finance Bill 2083 introduced levy as a protective and promotional measure to safeguard domestic producers from foreign competition and to drive the national goal of increasing internal production and industrial competitiveness. By levying this fee at the customs point on items listed in Schedule 2, the government aims to make domestic goods more price-competitive against imports. This fee is levied on 254 items in a range from 5% to 15%. The summary of major categories of levy is produced below;

- i. **19 Items taxable at 15%:** White pepper, Black Paper, Timur, Pepper, Charcoal for Hookah, Canvas footwear without cotton upper, Finishing ceramics etc.,
- ii. **112 Items taxable at 10%:** Skimmed Milk, Butter, Dairy Spreads, Ghee, Decaffeinated, Green Teas, Black Tea, Bamboo, Betel Nut Leaves, Rudhraksha, Reetha, Wood items etc.,
- iii. **26 Items taxable at 9%:** Footwears, ski-boots, snowboards, related items,
- iv. **97 Items taxable at 5%:** Agricultural products including spices such as capsicum, ginger, saffron, turmeric, bay leaves, curry leaves etc., woods and bamboo products, Kitchen utensils such as chopsticks, Chopping Boards, Toothpicks etc.,

b) **Clean Infrastructure Investment Fee (CIIF):**

CIIF is a strategic fee designed to ensure that the growth of the EV sector contributes directly to the infrastructure required to sustain it, while also providing a price-based mechanism to regulate high-value EV imports.

- ❖ Clean Infrastructure Investment Fee shall be levied at the following rates on electric vehicles and means of transportation manufactured or imported within Nepal as specified below:

Motor vehicle Categories	Normal Rate	Unassembled condition and Other
Motor vehicle for carrying 10 or more persons, including the driver	2.50%	5%
Motor cars and other motor vehicles principally designed for the transport of persons (other than carrying 10 or more person), including station wagons and racing cars.		20%*
Motor cars and other motor vehicles principally designed for the transport of persons (other than carrying 10 or more person), including station wagons and racing cars. (Three Wheelers)	-	2.5%
Motor vehicles for the transport of goods.	2.50%	5%
Motorcycles (including mopeds) and cycles fitted with an auxiliary motor, with or without sidecars; sidecars.	2.50%	2.50%
Single cab pickup (primarily for goods transport, with cab for driver and max 2 persons only), Lorry, truck, tipper, dumper and such other transport vehicles, Container-fitted trucks, Bullet tanker-trucks specially made for liquid petroleum gas transport, Compactor (Compressing Device) with garbage (garbage bag) collection and transport vehicles, Delivery van	5%	5%
Double cab pickup (primarily for goods transport, with cab for driver and more than 2 persons)	10%	
Tankers:	2.50%	5%

*Unassembled condition Motor Car or Motor Vehicle primarily design for the transport of person the following CIIF is applicable

Transaction Value	CIIF
Up to 20,00,000	2.50%
Above 20,00,000 to 30,00,000	20%
Above 30,00,000 to 40,00,000	20% + Additional 15%
Above 40,00,000 to 50,00,000	20% + Additional 70%
Above 50,00,000	20% + Additional 110%

c) Skills Development Fee:

Skills development fee shall be collected at the rate of zero-point five percent (0.5%) on the value of goods and services consumed in Nepal as follows:

- i. On the selling price of gold or gold jewelry or articles sold to the final consumer, and
- ii. On the selling price of silver or silver jewelry or articles sold to the final consumer.



d) Equity Fee:

The finance bill 2083 has introduced the following equity fee;

- i. **Education Equity Fee:** Privately run educational institutions are required to levy and collect an Education Equity Fee at the rate of three percent (3%) on all types of fees charged to students.
- ii. **Health Equity Fee:** Privately run health service providers are required to levy and collect a Health Equity Fee at the rate of three percent (3%) from patients on all types of health services offered.

2. High Impact amendments in existing taxes or fees

a. Reduction in Individual Tax Burden:

The first slabs increased significantly from NPR 500,000 to NPR 1,000,000 and further limits between the slabs also increased drastically. **Refer to Rates section for the details.**

b. Changes in Green Tax:

The Finance bill 2083 has increased the Green Tax to Rs 15 per Liter for Petrol and Rs 13 per liter for Diesel from Rs1 per Liter and Introduce the Green Tax for 118 products in a range from 5% to 60%. The summary of major categories of new items is produced below;

- i. **2 Items taxable at 60%:** Electronic cigarettes and similar personal electric vaporizing devices and parts
- ii. **13 Items taxable at 15%:** Lead-acid, of a kind used for starting piston engines, Power bank (battery pack), Smart watch, Microphones and their stands, Optical fiber cables etc.
- iii. **45 Items taxable at 10%:** Brake linings and pads, Headphones and earphones, whether or not combined with a microphone, and sets consisting of a microphone and one or more loudspeakers, SIM Card, Memory Card, LCD, LED, Printed circuits (printed circuit boards) etc.,
- iv. **58 Items taxable at 5%:** Lithium-ion, Power not exceeding 1500 W and having a dust bag or other receptacle capacity not exceeding 20 liters, Other vacuum cleaners, Smart Phones, Routers, CCTV, Digital Camera, Video Camera, Microscopes other than optical microscopes; diffraction (refraction) apparatus, other drawing, marking-out or mathematical calculating instruments etc.

e) Provision of Multiple Tax Rates Introduced (5%, 13%) under VAT Act, 2052:

A new subsection (1Ka) has been inserted under section 7; the Government of Nepal can establish multiple tax rate not exceeding the current rate (13%) and can also prescribed the goods and services subject to such taxation by publish a notice in the Nepal Gazette.

Additionally, a new subsection (1Kha) has been inserted under section 7 for a specific 5% VAT rate:

- i. **Ride-Sharing Services:** Applicable at the time of transaction for people (drivers/riders) operating through resident ride-sharing platforms that provide transportation or cargo services. Subsection (2Kha) under Section 8 makes the resident ride-sharing platform operators such as Patho, Indrive, Uber, Yango are legally responsible for the collection and payment of tax.
- ii. **Electricity Services:** Those providing electricity services to the final consumer.

f) Discount on Digital Payments:

The government will implement a system where consumers receive a ten percent (10%) discount on the Value Added Tax (VAT) amount at the very moment an invoice is issued, provided the purchase is made through digital payment methods.



3. Removal of existing taxes or fees

a) Luxury Fee:

i. Luxury tax at 2% on the selling price of gold and gold jewelry has now been removed.

ii. If a seller did not collect the applicable luxury fee or VAT on sales of gold jewelry, diamonds, gems, jewels, or precious stones made before Bhadra 2, 2082, those taxes are automatically waived. Likewise, for FY 2082/83 and earlier, if a person did not collect VAT on the manufacture or repair of gold and silver jewelry, utensils, or statues/idols, the tax, along with all related interest, additional fees, and penalties, is waived. Beneficiaries are also not required to file tax returns or submit details of these uncollected amounts to the tax authorities.



b) The following taxes are removed by Finance Bill 2083;

- i. **Infrastructure Development Tax** – Previously 10 per liter in Petrol and Diesel used charged under this tax.
- ii. **Road Maintenance and Improvement Fee**- Previously 4 per liter in Petrol and 2 per Liter in Diesel used charged under this tax.

2. INCOME TAX ACT

A. Income Tax Exemption

- New exemptions are added in Section 10,
 - (i1) Income received from the disposal of land or a private building by a natural person when providing such land or building to the Government of Nepal, a Provincial Government, or a Local Level free of cost,
 - (i2) Interest income earned by a financial institution established under the full ownership of a foreign government with a non-profit objective, through loan investments made in Nepal,
 - (i3) Amounts earned by Water Supply and Sanitation User Associations registered pursuant to the Water Resources Act, 2049 (1992) in accordance with their objectives,
 - (L1) Amounts earned by a university established and operational in Nepal in accordance with its objectives.



B. Business Concessions and Deductions

- Existing provision of section 11(2a) added a clarification that the interest income up to Rs. 25,000 from deposits in Microfinance Institutions, Rural Development Banks, Postal Saving Bank and Co-operatives operating within rural municipalities remain tax-exempt, any interest amounts exceeding Rs. 25,000 will now be taxable on the excess portion. Previously, the provision only stated the exemption without specifying the treatment of amounts exceeding the threshold.
- The definition of "Agricultural Business" has been significantly expanded. The existing provision limited it to crop production from land and receiving land rent (Kut) or produce from tenants (Mohi). The new provision broadens the scope to explicitly include horticulture (fruit farming), animal husbandry, fisheries, and

beekeeping as agricultural activities, while removing the specific references to land rent and tenant arrangements.

- Section 12C has been amended to increase the tax benefit for seed capital investments in startups to Rs 300,000 from Rs 100,000 up to five startup businesses (excluding associated persons).
- New Section 12D added to provide a broader legal basis for CSR-specific expenditures. Businesses can now deduct expenditures made towards Corporate Social Responsibility (CSR) from their taxable income, up to a limit of 1% of total taxable income.



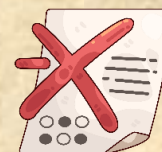
C. Introduction of Safe Harbour Rule for Transfer Pricing Arrangements

- New clause (b1) inserted in section (2) "International transaction" means a transaction of goods, services, finance, or intangible assets conducted by any person with at least one non-resident person, and the said term also denotes other transactions affecting income, expenses, assets, or liabilities.
- New clause (bd) inserted in section (2) "Associated Person" with addition of clause 4 for the purpose of section 33, 33A, and 33B,
- New definition added in section 33A for **Special Provisions Regarding Safe Harbor Rules.**
- New definition added in section 33B for **Power to Enter into Advance Pricing Agreements.**

D. Submission of Income Return not required

Amendments have been made to the proviso of Section 97(1), removing the following from filling the return

- A resident natural person who has only the income who received payment in foreign currency by providing software, consultancy service, uploading audio, video content in social media network as mentioned in sub-sections (6b), (6c), and (6d) of Section 95A for the year;
- A natural person who has only the income from the disposal of non-business taxable assets and does not wish to submit an income return.



E. Relaxation Provided

- Section 57 – Change in Control, extended its proviso of sub-section (1) and now includes;
 - In the case of an involuntary disposal of interest in an entity due to the death of a beneficiary of such entity and the subsequent transfer of that interest to the legal heir; or
 - In a situation where the ownership of a resident entity changes and, for that reason, the ownership of another resident entity in which the former entity holds an interest also changes.
- The Department's deadline for completing a tax assessment under section 101 has been decreased to 3 years from 4 years.
- The deadline for tax refund application under section 113 has been extended to 5 years from 2 years.

F. Fees to be Imposed

Amendment in Section 119A, Taxpayer who issues electronic invoices as per Section 81(4) shall be liable to a fine of Rs. 5,00,000 for using software capable of deleting or altering data, and a fine of Rs. 1,00,000 for non-compliance with any other provision of the same section.



3. VALUE ADDED TAX (VAT) ACT

A. Input Tax Credit allowed for cost of the lost stock

Relaxation provided for trading stock losses during the Gen Z protest not covered by insurance, where the loss has been verified through an official field inquiry report and duly reported to the concerned Inland Revenue Office with complete details and supporting documentation within thirty days. The cost of the lost stock may be claimed as a deductible expense for income tax purposes. Furthermore, any VAT paid on such goods may be claimed as an input tax credit or deduction in accordance with applicable tax laws.

B. Provision Related to Electronic Invoices Fully Replaced

An amendment to Section 14Ka states that the department may prescribe standards and procedures for any person to issue invoices through digital medium and can require taxpayers to link their billing systems to the Central Billing Monitoring System (CBMS), **or alternatively, the department can order taxpayers to use the specific billing system provided by the department itself to issue electronic invoices.**



C. Submission of Tax Returns in Remote Districts and Provision for Revised Returns

An amendment to Subsection (1Ka) of Section 18 states that, for taxpayers located in districts where an Inland Revenue Office (IRO) is not present, can now submit their tax returns and pay the due amount either at the relevant local government office or the District Treasury and Accounts Controller's Office within 15 days of the following month.

A new Subsection (4) inserted in Section 18, which allows taxpayers to revise a tax return they have already filed, provided the original return was submitted within the legal deadline. This revision must be completed within **seven days** from the date the original return was filed, following the procedures set by the Department.

D. Key Changes in VAT Schedules

The following goods and services have been removed from Schedule 1 (VAT is now applicable):

1. Coconuts, Brazil nuts, cashew nuts, fresh or dried, whether or not shelled or peeled

The following goods and services have been added to Schedule 1 (VAT is now exempted):

1. Electricity sold from a business that trades in electricity to a business that trades in electricity and Electricity is consumed for household purposes up to 50 units per customer per month.
2. Paneer (Indian cottage cheese) The government has waived the VAT that was not collected on past sales of paneer and remains unpaid.
3. Battisa, Drakshasav, Triphala, Kabjahaar, Keshari Jeevan
4. Bandage
5. Opaque items for X-ray examinations; diagnostic reagents to be administered to the patient
6. Placebos and blinded (or double-blinded) clinical trial kits, kept in limited quantities for use in approved clinical trials
7. Fuelwood, logs, split thick pieces (billets), in twigs or bundles of wood, or in similar forms; wood chips or fine particles (particles); sawdust, wood waste and scrap, log, briquettes, pellets or similar forms, whether or not agglomerated.
8. Wood briquettes
9. Goods imported on the recommendation of the Alternative Energy Promotion Centre, used for generating electricity from solar power, used in solar thermal energy production, and operated solely by solar energy items like Lithium-ion batteries, battery boxes, battery packs etc.
10. Essential raw materials imported by Ayurvedic medicine manufacturing industries on the recommendation of the Department of Drug Administration.
11. Sale of spectacles other than sunglasses
12. The following items imported on the recommendation of the Government of Nepal, Ministry of Health and Food Safety;

- a) Necessary construction materials, medical equipment, and tools imported in the name of National Academy of Medical Sciences Bir Hospital, T.U. Teaching Hospital, B.P. Koirala Memorial Cancer Hospital, B.P. Koirala Institute of Health Sciences, Shahid Gangalal National Heart Center, Manmohan Cardiothoracic Vascular and Transplant Center, and Dhulikhel Hospital for construction and hospital operation."
 - b) Anti-cancer medicines imported by the Government or community hospitals for the purpose of free distribution to cancer patients, as well as anti-cancer medicines imported by the Department of Health Services of the Government of Nepal.
 - c) (b) Anti-cancer medicines imported in the name of the Government of Nepal, the Ministry of Health and Food Hygiene, or the Department of Health Services; vaccines and vaccination-related supplies imported in the name of the Government of Nepal, the Ministry of Health and Food Hygiene, or the Department of Health Services as grants from donor agencies; as well as family planning devices and supplies, medicines, and nutritional products.
13. Wages incurred in making gold or silver jewelry and articles.

E. Fees to be Imposed

- Amendment in Section 29 (1) (Chha2), Taxpayer who issues electronic invoices as per Section 14Ka shall be liable to a fine of Rs. 5,00,000 for using software capable of deleting or altering data, **and a fine of Rs. 1,00,000 for non-compliance with any other provision of this section.**
- An amendment to Section 29 (1) (Ta), increases the fine from one thousand rupees to **ten thousand rupees** if a taxpayer who issues an electronic invoice is found to be in violation of this Act or the rules made thereunder. Additionally, a new penalty has been added under Subsection (1)(dha) for violating the directives issued by the Department regarding the internal transportation of goods for commercial purposes. Violators will be fined **fifty thousand rupees** (50,000) for each instance of violation.



4. EXCISE DUTY ACT

A. Introduction of Risk-Based Excise Monitoring System

New clause (n7a) is added in section 2, 'Risk-based selective clearance control system' means a system under which establishments operating within the physical control system are selected based on risk analysis, and the production, release, import, and export of excisable goods are carried out under the limited supervision of an excise officer or an employee designated by such officer.

B. Amendment to Excise Duty Collection System for Industries

Section 4, Sub-section (1), Clause (a) has been replaced with the following Clause (a):- In the case of goods produced by industries where the physical control system and risk-based selective clearance control system are applicable, excise duty shall be payable at the time of removal of goods from the establishment after production for sale.

Provided that, in the case of micro breweries, monthly excise duty shall be paid in advance on the basis of the yield rate as prescribed according to the installed capacity.

C. Cash and Trade Discount allowed to VAT Registered Industry

Under Section 4E of the Excise Act, Liquor, Beer, and Tobacco industries are generally prohibited from running gift programs or providing discounts on sales However, now the discounts on sales are allowed if the buyer is registered under Value Added Tax (VAT).

D. Introduction of Track and Trace System for Monitoring Alcohol and Tobacco Products

Introduced new section 10T for Use of Track and Trace System: The Department may implement a Track and Trace System to control and regulate, through an electronic system, the production, storage, possession, release, sale, distribution, and transportation of liquor and tobacco products.

E. Interest in Unpaid Excise Duty and Penalty for Illegal Sale of Duty-Free Liquor

The following clauses added in Section 16(4),

(dh3) If the outstanding excise duty is not paid within the time limit provided under Section 17A of the Act, additional interest shall be charged at the rate of five percent per annum on the unpaid excise duty.

(dh4) If liquor purchased from duty-free shops or under excise exemption facilities is sold or distributed or used for commercial purposes, such liquor shall be confiscated and a fine equal to the amount of the value of the offence or one hundred thousand rupees, whichever is higher, shall be imposed.



F. Key changes in Excise Duty Schedule

1. Remove from Duty Schedule

Code	Description of Goods	Revised Rate (F.Y. 2083/84)	Existing Rate (F.Y. 2082/83)
		%	%
3923.30.90	Domestically produced drinking water jars and bottles, plastic vessels used in laboratories, pharmaceutical bottles and other plastic bottles used for packing direct agricultural products and containers falling under subheading 3923.30.90.	REMOVED	15%

2. Concessional Rates on Domestic Production

Code	Description of Goods	Concessional Rate (F.Y. 2083/84)	Revised Rate For Import (F.Y. 2083/84)
19.02	Pasta, whether or not cooked or stuffed (with meat or other substances) or otherwise prepared, such as spaghetti, macaroni, noodles, lasagne, gnocchi, ravioli, cannelloni; couscous, whether or not prepared.	Per Kg Rs. 21 (40% Exempt)	Per Kg Rs. 35
1905.90.20	Kurkure, Kurmure, Lays, Chevda	Per Kg Rs. 25	Per Kg Rs. 75
1905.90.89	Kurmure, chatpate type other crispy savoury food products (Other)	Per Kg Rs. 25	Per Kg Rs. 130
1905.90.90	Kurmure, chatpate type other crispy savoury food products (Other)	15%	22%
2005.20.10	Potato chips	Per Kg Rs. 20	Per Kg Rs. 30
2106.90.20	Pan masala with tobacco	Per Kg Rs. 900	Per Kg Rs. 1,150
2106.90.60	Scented flavored betel nut without tobacco	Per Kg Rs. 385	Per Kg Rs. 500
2202.99.10	Energy drinks	Per Liter Rs. 55	Per Liter Rs. 120
2202.99.20	Soft drinks	Per Liter Rs. 27	Per Liter Rs. 60
2202.99.90	Other Drinks	Per Liter Rs. 27	Per Liter Rs. 60
32.08	Paints and varnishes (including enamels and lacquers) based on synthetic polymers or chemically modified natural polymers, dispersed or dissolved in a nonaqueous medium; solutions as defined in Note 4 to this Chapter.	10%	15%
32.09	Paints and varnishes (including enamels and lacquers) based on synthetic polymers or chemically modified natural polymers, dispersed or dissolved in an aqueous medium.	10%	15%
32.10	Other paints and varnishes (including enamels, lacquers and distempers); prepared water pigments of a kind used for finishing leather.	10%	15%

3. There are many rates that has been revised (increase and Decrease -Both) by finance bill 2083, readers are suggested to follow the bill for rates.

5. CUSTOMS ACT

A. Amnesty on Outstanding Customs Assessments

Outstanding Customs Duty, Excise Duty, and Value Added Tax (VAT) liabilities determined or revised through a post-clearance audit under the Customs Act, 2064 or Customs Act, 2082 are eligible for amnesty, provided the assessment was finalized by the end of Baisakh 2083 and remains unpaid. To qualify, the importer must withdraw any related cases pending before the Revenue Tribunal or other courts and pay the full principal amount of the assessed taxes by the end of Poush 2083. Upon compliance, all associated fines and interest charges are fully waived.

B. Customs Duty Concession and Green Tax on Fuel Imports

A 50% rebate on the applicable customs duty rate is granted on the import of Motor Spirit (Petrol) (HS Code 2710.12.10), Kerosene (HS Code 2710.19.10), and High-Speed Diesel (HS Code 2710.19.30). However, notwithstanding any other provision of the Act, a 10% Green Tax is levied on the import of petrol and diesel.



C. Reduction in Penalty for improper declaration

Under Section 71, of Custom Act, 2082 the penalty for improper declaration of imported goods identifiable by brand, model, item number, or similar specifications has been reduced from 50% to 25% of the applicable customs duty.

D. Amendment on Import Facilities for Raw Materials, auxiliary raw materials, including packaging materials not produced in Nepal

Amendments to Sections 14, 15, and 16 of Custom Tariff Act, 2081, expand the scope of eligible imports to include raw materials and auxiliary raw materials, including packaging materials not produced in Nepal. The provisions also introduce a more flexible import mechanism, allowing goods to be imported against a bank guarantee or by depositing cash.

Under the revised framework, industries operating in Special Economic Zones (SEZs) are permitted to import raw materials as well as packaging and auxiliary materials under applicable duty facility schemes.

E. Key changes in Customs Schedule

1. Revised Rates of Export Custom Duty

Code	Description of the goods	Revised Rate (F.Y. 2083/84)	Existing Rate (F.Y. 2082/83)
4401.21.10	Salla (Pine species)	20%	50%

2. Duty Remove from Custom Schedule

Code	Description of Goods
3824.99.20	Solid or liquid dialysis bath concentrates used in treatment of kidney disease
8516.60.11	Induction cooker/stove
8516.60.12	Infrared cooker/stove
8702.40.10	Motor vehicles for transport of persons - more than 25 seats (electric motor only)
8704.22.20	Special milk tankers (diesel, GVW >5 ton but ≤20 ton)
8704.23.20	Special milk tankers (diesel, GVW >20 ton)
8704.32.20	Special milk tankers (petrol, GVW >5 ton but ≤20 ton)
8704.42.20	Special milk tankers (electric, GVW >5 ton but ≤20 ton)
8704.43.20	Special milk tankers (electric, GVW >20 ton)
8704.52.20	Special milk tankers (hybrid petrol+ electric, GVW >5 ton but ≤20 ton)
8704.60.10	Refrigerated vans (electric only goods vehicles)
8704.60.61	Special milk tankers (electric goods vehicle)
9019.20.40	Oxygen humidifier used in oxygen therapy

3. Revised Rates of Cigarettes and Tobacco containing products

Code	Description of the goods	Revised Rate (F.Y. 2083/84)	Existing Rate (F.Y. 2082/83)
2402.10.00	Cigarettes with tobacco (including cigarillo)	12,000	11,000
2402.20.10	Filter less cigarette	6,000	5,500
2402.20.21	With filter: ≤ 70 mm length	6,000	5,500
2402.20.22	Length > 70 mm and ≤ 75 mm	6,000	5,500
2402.20.23	Length > 75 mm ≤ 85 mm	6,000	5,500
2402.20.24	Length > 85 mm	6,000	5,500
2402.90.10	Prepared bidi	6,000	5,500
2402.90.20	All types of cigars	12,000	11,000
2402.90.90	Others	12,000	11,000

4. Revised Rates of Electronic Cigarettes (Vape)

Code	Description of the goods	Revised Rate (F.Y. 2083/84)	Existing Rate (F.Y. 2082/83)
2404.12.10	Electronic cigarettes (Vape)	30%	20%

- 5. There are many rates that has been revised(increase and Decrease -Both) by finance bill 2083, readers are suggested to follow the bill for rates.**

6. MAJOR TAX AMNESTY PROVISIONS BY FINANCE BILL 2083

Relevant Act	Provision / Title	Eligibility (Who Qualifies)	Condition (What Must Be Done)	Benefit (What Is Waived / Exempted)	Deadline	Exclusion / Notes
Income Tax Act 2058	Income Tax Exemption for Entities Coming into the Tax Net <i>Section 37 of Finance Bill 2083</i>	<ul style="list-style-type: none"> Universities Diplomatic bodies Development partners Non-resident persons with Nepal investments Community schools Community health organizations 	<ul style="list-style-type: none"> Universities/diplomats/dev-partners/non-residents: no action required Community schools & health orgs: file IT return and pay tax for FY 2082/83 	<ul style="list-style-type: none"> Universities/diplomats/dev-partners/non-residents: no IT return or tax payment required for periods up to FY 2082/83; advance TDS already deducted is treated as final Community schools & health orgs: exempt from filing returns for all years prior to FY 2082/83; all taxes, interest and fees for those prior years waived 	End of Poush 2083 (for community schools & health orgs)	TDS already deducted at source remains final; PAN registration status is irrelevant for determining eligibility
Income Tax Act 2058	Tax, Interest & Fee Waiver for Non-Profit Organizations (Registered under Organization Registration Act 2034 or Organization with a non-profit motive) <i>Section 38 of Finance Bill 2083</i>	Non-profit organizations: <ul style="list-style-type: none"> Registered under Organizations Registration Act 2034 or other prevailing laws Constitution mandates remaining assets on dissolution go to Government of Nepal 	File income return for FY 2082/83	<ul style="list-style-type: none"> Tax, interest and fees levied on taxable income generated from donations, contributions and gifts for FY 2082/83 and all preceding years are waived. If sole income = donations/ contributions/ gifts → no return for 82/83 required to claim relief 	End of Poush 2083	Relief is specifically for income derived from donations, contributions and gifts only
Value Added Tax Act 2052	Remission of VAT, Interest, Fees & Penalties for Insurance Agents <i>Section 39 of Finance Bill 2083</i>	Persons conducting business as insurance agents who failed to collect VAT for FY 2082/83 or any preceding years	No action required (automatic remission)	Due VAT amount and all related interest, additional fees and penalties are waived; no tax returns required for those periods	No specific deadline stated	Applies to insurance agents only; not available to other VAT-registered persons

**Nepal Budget Highlights – Tax Perspective
2083/84 (2026/27)**

Relevant Act	Provision / Title	Eligibility (Who Qualifies)	Condition (What Must Be Done)	Benefit (What Is Waived / Exempted)	Deadline	Exclusion / Notes
Income Tax Act 2058	Remission of Interest & Fees on Income Tax <i>Section 40 of Finance Bill 2083</i>	Scenario A – Unregistered: Persons/entities with taxable income who have not yet obtained a PAN Scenario B – Registered: PAN-holders who have failed to file returns or pay taxes	Scenario A: <ul style="list-style-type: none"> Obtain PAN File IT returns for FY 2079/80 to FY 2082/83 Pay tax due for those years Scenario B: <ul style="list-style-type: none"> File outstanding IT returns (if no transaction – IT return only for 2082-83) Pay due tax + 1% additional fee on tax amount 	Scenario A: <ul style="list-style-type: none"> All fees and interest for FY 2079/80–2082/83 waived Complete exemption from filing returns and paying any tax/fees/ interest for all years prior to FY 2079/80 Scenario B: <ul style="list-style-type: none"> All remaining accrued fees and interest waived upon payment of tax + 1% fee 	End of Poush 2083	Scenario B requires payment of 1% additional fee in addition to tax; no waiver of tax itself
Value Added Tax Act 2052	Remission of Penalty & Interest on Value Added Tax <i>Section 41 of Finance Bill 2083</i>	Scenario A: VAT-registered persons who conducted taxable transactions but failed to collect and deposit VAT Scenario B: VAT-registered persons who collected VAT but failed to submit returns	Scenario A: <ul style="list-style-type: none"> Submit returns up to Chaitra 2082 Deposit the uncollected VAT + 1% additional fee Scenario B: <ul style="list-style-type: none"> Submit returns up to Chaitra 2082 Deposit tax per returns + 1% additional fee 	All interest, additional fees and penalties are waived	End of Poush 2083	1% additional fee on principal tax is mandatory in both scenarios; principal tax itself is not waived
Value Added Tax Act 2052	Remission of VAT on Paneer (Cottage Cheese from Milk) <i>Section 42 of Finance Bill 2083</i>	Any person/entity that did not collect VAT on sales of paneer manufactured from milk	No action required (automatic remission)	Outstanding VAT that remained uncollected on past sales of paneer from milk is fully waived	No specific deadline stated	Applies only to paneer made from milk; other dairy products not covered
Excise Act 2058	Remission of Penalty & Late Fees on Excise Duty <i>Section 43 of Finance Bill 2083</i>	<ul style="list-style-type: none"> Businesses (licensed or unlicensed) that did not collect excise duty in past Businesses with expired excise licenses that failed to renew 	For past non-payment: <ul style="list-style-type: none"> File outstanding returns Pay principal excise duty + 1% additional fee For expired licenses: <ul style="list-style-type: none"> Pay renewal fee for current FY 2082/83 	For past non-payment: all late fees and penalties waived For expired licenses: all past renewal fees and penalties waived	Past non-payment: End of Poush 2083 License renewal: End of Ashoj 2083	If license NOT renewed by Ashoj 2083 deadline → license is automatically cancelled from the system

**Nepal Budget Highlights – Tax Perspective
2083/84 (2026/27)**

Relevant Act	Provision / Title	Eligibility (Who Qualifies)	Condition (What Must Be Done)	Benefit (What Is Waived / Exempted)	Deadline	Exclusion / Notes
VAT Act 2052 Income Tax Act 2058 Excise Act 2058	Remission of Interest, Fees, Additional Charges & Penalties for Persons Who Filed Returns with Outstanding Tax <i>Section 44 of Finance Bill 2083</i>	Persons who filed VAT, income tax and/or excise returns but have outstanding tax/duty remaining to be paid as of Jestha 15, 2083	Pay remaining tax/excise duty (per filed returns) + 1% additional fee	All fees, additional charges, penalties, interest and late fees on outstanding amounts are waived	End of Poush 2083	1% additional fee on outstanding principal is mandatory; applies only to amounts outstanding per already-filed returns (not new assessments)
VAT Act 2052 Income Tax Act 2058 Excise Act 2058	Remission of Fees, Additional Charges & Penalties upon Payment of Assessed Tax Arrears <i>Section 45 of Finance Bill 2083</i>	Persons with outstanding VAT, income tax or excise duty resulting from formal tax assessments, amended assessments or excise assessments by IRD or subordinate offices as of Jestha 15, 2083	Pay the assessed outstanding amount + 1% additional fee	All fees, additional charges, penalties and outstanding interest/late fees on assessed arrears are waived	End of Poush 2083	EXCLUDES persons engaged in telecommunication services business (sub-section 2)
VAT Act 2052 Income Tax Act 2058 Excise Act 2058	Remission of Fees, Additional Charges & Penalties upon Withdrawal of Pending Cases and Payment of Tax <i>Section 46 of Finance Bill 2083</i>	Taxpayers who have challenged VAT, income tax or excise assessments in court or via administrative review as of Jestha 15, 2083	<ul style="list-style-type: none"> Withdraw all pending legal cases Pay principal disputed tax + 1% additional fee Submit application to relevant office 	<ul style="list-style-type: none"> All accrued interest, late fees and penalties waived Government may also withdraw its own pending Supreme Court appeals against such taxpayers 	End of Poush 2083	EXCLUDES telecommunication service providers; government's withdrawal of SC appeals is discretionary ('may withdraw'), not guaranteed
Income Tax Act 2058	Remission of Income Tax, Interest & Fees for Nepalese/Resident Persons Working in UN, International Organizations or Diplomatic Missions <i>Section 47 of Finance Bill 2083</i>	Resident persons who: <ul style="list-style-type: none"> Work in UN offices in Nepal, specialized agencies, internationally recognized bodies or foreign diplomatic missions Received remuneration/ service fees from those bodies Vienna Convention tax exemption was NOT applicable to their income Failed to file returns and pay tax 	<ul style="list-style-type: none"> Obtain PAN File income returns for FY 2079/80 to FY 2082/83 Pay due income tax + 1% additional fee 	<ul style="list-style-type: none"> All interest and fees for FY 2079/80–2082/83 waived No requirement to file returns or pay tax/fees/interest for years prior to FY 2079/80 	End of Mangsir 2083	Applies only where Vienna Convention exemption does NOT cover the income; 1% additional fee on tax is mandatory

7. TAX RATES APPLICABLE FOR F.Y. 2083/84 (2026/27)

<i>Amendments are highlighted in Blue</i>					
Schedule 1	Particulars			Tax Rates/Amount FY 83-84	Tax Rates/Amount FY 82-83
FOR NATURAL PERSON					
	FOR NATURAL PERSON				
(1)(1)	Natural Individual or Couple (2083-84)	Resident natural person (2082-83)	Resident natural person (elected as couple) (2082-83)		
	<i>Schedule 1(1)</i>	<i>Schedule 1(1)</i>	<i>Schedule 1(2)</i>		
	Up to 10,00,000	up to 500,000	up to 600,000	1%*	1%*
	Next 5,00,000	next 200,000	next 200,000	10%	10%
	Next 10,00,000	next 300,000	next 300,000	20%	20%
	Next 15,00,000	next 1,000,000	next 900,000	27%	30%
	Balance Above 40,00,000	next 3,000,000	next 3,000,000	29%	36%
		balance above 50 lakhs	balance above 50 lakhs		39%
	* 1% tax shall not be imposed on natural person contributing to pension fund and contribution based Social Security Fund.				
(1)(2)	Removed by Finance Act 2083				
(1)(3)	Applicability of Section 1(4) of Schedule 1.				
	a) Having taxable income of more than 500,000 in case of Resident Natural Person and more than Rs 600,000 in case of Resident Couple (opted u/s 50) 10,00,000 in case of resident natural person or couple.				
	b) Net gains made through the disposal of NBCA (Non-Business Chargeable Assets) are included in the calculation of the income and taxable income.				
	Gain on disposal of NBCA				
	Step 1: slab rate on higher of (taxable income - gain on NBCA) or (500,000 or 600,000) 10,00,000.				
	Step 2: flat rate on (Taxable income - Higher of step 1)				
	Flat rates				
	Land and building owned less than 5 yrs.			10%	7.50%
	Land and building owned more than or equal to 5 yrs.			7.5%	5%
	Gain on disposal of listed shares holding less than or equal to 365 days			10%	7.50%
	Gain on disposal of listed shares holding more than 365 days			7.5%	5%
	Others			10%	10%
(1)(4ka)	Notwithstanding anything mentioned in this provision, for a resident natural person who is not involved in business, tax shall be charged on the income as per section 95ka sub-section (6kha), (6ga),(6gha) at the rate of 1%.			No change	5%
(1)(5)	Remote Allowance			No change	Maximum deduction of Rs 50,000 as per grade A, B, C, D and E
(1)(6)	Foreign Diplomatic Allowance			No change	75% of foreign allowance received can be deducted from Taxable Income
	Tax for businesses u/s 4(4)				
	Metropolitan and Sub-Metropolitan City			No change	Rs 7,500
	Municipality area			No change	Rs 4,000
	Others			No change	Rs 2,500
(1)(7)	Provision of Section 4(4)				

**Nepal Budget Highlights – Tax Perspective
2083/84 (2026/27)**

<i>Amendments are highlighted in Blue</i>			
Schedule 1	Particulars	Tax Rates/Amount FY 83-84	Tax Rates/Amount FY 82-83
	Resident Natural person who has met all the following conditions shall pay tax as per Schedule 1(1)(7):		
	a) Income from business only having source in Nepal		
	b) Not claimed medical tax credit u/s 51 and adjustment of withholding tax u/s 93		
	c) Income from business does not exceed Rs 3 lakhs		
	d) Turnover from business does not exceed Rs 30 lakhs		
(1)(8)	Nonresident natural person (If withholding tax u/s 88, 88Ka, 89 are not applicable)	No change	25%
(1)(9A)	Pension Income For calculating Tax Liability of a person having pension income, he/she can deduct up to 25% of basic slab exemption. (i.e., 5L for resident single person and 6L for resident Couple 10L). While deducting, maximum limit shall be as prescribed.		
(1)(10)	Disability Allowance Maximum deduction allowed as disability allowance is:	50% of basic exemption limit (10L)	50% of basic exemption limit (5L or 6L)
(1)(11)	Female Tax Rebate If a Resident Natural Person is a female having only employment income, then a rebate of 10% is given on the amount of tax to be paid by such natural person	No change	10% on Tax Amount
(1)(12)	Investment Insurance Resident Natural Person doing Investment Insurance can deduct the following amount from his/her taxable income for the purpose of tax calculation	No change	Rs. 40,000 or Actual premium, whichever is lower.
	Presumptive tax to owners of vehicles on hire:		
	1) Car, jeep, van, micro bus		
	Ka) up to 1300 C.C	Rs. 6,500	Rs 5,500
	Kha) 1301 to 2000 C.C	Rs. 7,000	Rs 6,000
	Ga) 2001 to 2900 C.C	Rs. 7,500	Rs 6,500
	Gha) 2901 to 4000 C.C	Rs. 9,500	Rs 8,000
	NgA) 4001 and above C.C	Rs. 11,000	Rs 9,000
	2) Mini truck, minibus, water tanker	Rs. 9,500	Rs 8,000
	3) Mini tipper	Rs. 11,000	Rs 9,000
	4) Truck, Bus	Rs. 12,500	Rs 10,500
(1)(13)	5) Dozer, Excavator, Loader, Roller, Crane, similar machinery equipment	Rs. 17,500	Rs 15,500
	6) Oil Tanker, Gas Bullet, Tipper	Rs. 17,500	Rs 15,500
	7) Tractor	Rs. 3,500	Rs 2,500
	8) Power Tiller	Rs. 3,000	Rs 2,000
	9) Auto Rickshaw, Three-wheeler, Tempo	Rs. 3,500	Rs 2,500
	10. Electric Vehicles		
	a) Up to 50 kW	Rs. 4,000	Rs 3,000
	b) 51 kW to 125 kW	Rs. 5,000	Rs 4,000
	c) 126 kW to 200 kW	Rs. 7,500	Rs 6,000
	d) Above 200 kW	Rs. 9,500	Rs 7,500
	Electric E-rickshaw	Rs. 3,500	
	Public Two-wheeler (Rented)	Rs. 3,000	
	Note: Collected at the time of registration or renewal of vehicles through Office of Transport Management.		
(1)(16)	Health Insurance Resident Natural Person doing Health Insurance can deduct the following amount from his/her taxable income for the purpose of tax calculation	No change	Rs 20,000 or Actual Premium

**Nepal Budget Highlights – Tax Perspective
2083/84 (2026/27)**

<i>Amendments are highlighted in Blue</i>			
Schedule 1	Particulars	Tax Rates/Amount FY 83-84	Tax Rates/Amount FY 82-83
			whichever is lower
(1)(16A)	Building Insurance Premium	Rs 10,000 or Actual Premium whichever is lower	Rs 5,000 or Actual Premium whichever is lower
	If a Resident Natural Person insures his/her private building can deduct the mentioned amount from his/her taxable income for the purpose of tax calculation		
(1)(16B)	Children Education Deduction	Rs 25000 or 25 % of Annual Fee paid whichever is lower	NA
	If a Resident Natural Person ensures expense towards children education can deduct the mentioned amount from his/her taxable income for the purpose of tax calculation		
(1)(17)	Transaction based tax to business u/s 4(4ka)		
	Turnover (for FY 2083/84) above Rs 30 lakhs up to Rs 1 Crore		
	Transaction of gas, cigarette with up to 3% commission or value addition	No change	0.25%
	Transactions other than mentioned above	No change	1.00%
	Service	No change	2%
	Provision of Section 4(4Ka)		
	Resident Natural person who has met all the following conditions shall pay tax as per Schedule 1(1)(17):		
	a) Income only having source in Nepal		
	b) Annual turnover above Rs 30 lakhs but up to Rs 1 crore and profit not more than 10 lakhs		
	d) Income does not include income from consultancy and expert services		
FOR ENTITY			
(2)(1)	Normal Rate	No change	25%
(2)(2)	Increased Rate	No change	30%
	Bank and Financial Institutions		
	General Insurance		
	Telecommunication and Internet Service provider		
	Money Transfer		
	Capital Market Business		
	Securities Business		
	Merchant Banking Business		
	Commodity Future Market		
	Securities and Commodity Broker Business		
Entities engaged in business of cigarette, bidi, cigar, surti, khaini, panmasala, alcohol			
Entities engaged in petroleum operations under Nepal Petroleum Act 2040			
(2)(3)	Cooperative registered as per Cooperatives Act 2074 operated in following areas except cooperative carrying out exempt transactions:		
	In Municipality area	No change	5%
	In Sub Metropolitan cities area	No change	7%
	In Metropolitan cities area	No change	10%
	Cooperative registered as per Cooperatives Act 2074 engaged in transactions of Saving & Credit:		
	In Municipality area	No change	10%
	In Sub Metropolitan cities area	No change	15%
	In Metropolitan cities area	No change	20%
(2)(5)	Trust taking care of the property of a deceased natural person or an incapacitated natural person (such trust shall be considered a resident natural person)	No change	Taxed as per Schedule 1(1)(4)
(2)(6)	Repatriated income of a Foreign Permanent Establishment of a non-resident person situated in Nepal	No change	5%
(2)(7)	Income of a nonresident person u/s 70 embark from Nepal	No change	5%

**Nepal Budget Highlights – Tax Perspective
2083/84 (2026/27)**

<i>Amendments are highlighted in Blue</i>			
Schedule 1	Particulars	Tax Rates/Amount FY 83-84	Tax Rates/Amount FY 82-83
(2)(7)	Nonresident person providing telecommunication, water transport or air transport service which do not embark from Nepal	No change	2%

8. TDS RATES APPLICABLE FOR F.Y. 2083/84 (2026/27)

<i>Amendments are highlighted in Blue</i>			
Section	Particulars	TDS rate	TDS rate
		FY 83-84	FY 82-83
Section 87: TDS on Income from Employment			
87(1)	Income From employment having source in Nepal	As per Schedule 1	As per Schedule 1
87(2)	Employer's liability to deduct TDS not reduced by:		
	1. Right or obligation of the employer to deduct any amount		
	2. Any law requires reduction of income from employment		
Rule 31	Tax to be paid by an employee in an income year shall be deducted proportionately on monthly basis		
Section 88: TDS on Payments of Investment Returns or Service Fees			
88(1)	Normal interest payment having source in Nepal	No change	15%
88(1)	Royalty, service fee, commission, sales bonus, Retirement Payment to natural resource payments having source in Nepal	No change	15%
88(1)	Meeting allowances, payment for occasional teaching having source in Nepal	No change	15%
92(1)(Ja)		No change	
88(1)(1)	Payment made by GON or ARF after deducting higher of 5,00,000 or 50%	No change	5%
92(1)(Chha)		No change	
88(1)(2)	Commission paid by resident employment company to non-resident	No change	5%
92(1)(Cha)		No change	
88(1)(3)	Payment for aircraft lease	No change	10%
88(1)(4)	Payment of service fee to service provider registered in VAT or person carrying out VAT exempt transaction	No change	1.50%
88(1)(5)	Rent paid by a resident person having source in Nepal	No change	10%
88(1)(5)	Rent paid to person conducting business of vehicle leasing registered in VAT	No change	1.50%
88(1)(5)	House Rent paid to a natural person	No change	no TDS
88(1)(6)	Dividend by mutual fund to:	No change	
92(1)(yah)	natural person	No change	5%
	Others	No change	15%
88(1)(7)	Payment for use of satellite, bandwidth, optical fiber, equipment relating to telecommunications or electric transmission cable by a resident person	No change	10%
88(1)(8)	Transport (Dhuwani) services and Rent paid for means used in Dhuwani services	2.50%	2.50%
	If Transport (Dhuwani) service provider or person providing means used in Transport (Dhuwani) services on rent is registered in VAT	1.50%	1.50%
88(1)(9)	Interest payment on loan taken in foreign currency from foreign banks and Financial Institution [2] by Resident Banks and Financial Institution to make investment in sectors prescribed by Nepal Rastra Bank.	5.00%	5.00%
92(1)(Chha)			
88(1)(10)	Encouragement amount paid to customers if a consumer pays for goods or services using card, e-wallet, mobile banking, and other digital payment systems.	No change	no TDS

**Nepal Budget Highlights – Tax Perspective
2083/84 (2026/27)**

<i>Amendments are highlighted in Blue</i>			
Section	Particulars	TDS rate	TDS rate
		FY 83-84	FY 82-83
88(1)(11)	While making payment to Foreign Colleges or University for Registration Fee, Tuition Fee, and Exam Fee	No change	5%
88(1)(12)	Interest payment by Resident Banks and Financial Institution to Life Insurance Companies against their deposits	No change	5%
88(1)(13)	Payment of royalty income for literary writings and creations to resident person	No change	1.50%
88(14) 92(1)(Ya2)	Service fee or commission paid to an insurance agent who is a resident natural person.	20%	15%
88(2)(Ka) 92(1)(Ka)	Dividend	No change	5%
88(2)(Kha) 92(1)(Ga)	Gain on investment insurance	No change	5%
88(2)(Ga) 92(1)(Gha)	Gain from payment from resident Unapproved Retirement Fund.	No change	5%
88(3)	Interest from BFI, entity issuing debenture, cooperatives, or listed company to:		
92(1)(Nga)	natural person other than in conducting business	No change	6%
	tax exempt entity	No change	15%
	Other Entity	No change	15%
88(4)(Ka)	Payment by natural person other than in conducting business	No change	No TDS
88(4)(Ka1)	Payment for articles in newspaper	No change	No TDS
88(4)(Kha)	Payment of interest to BFI	No change	No TDS
88(4)(Kha1)	Interest paid by cooperative banks and cooperatives on loan investments	No change	No TDS
8(4)(Ga)	Exempted payments or payments subject to tax deduction u/s 87	No change	No TDS
88(4)(Gha)	Payment of interchange charge by banks issuing credit cards	No change	No TDS
88(4)(Nga)	Payment of dividend and interest to mutual fund	Not applicable	Not applicable
Section 88Ka: TDS on Windfall Gains			
88Ka(1) 92(1)(Jha)	Windfall gain	No change	25%
88Ka(2) 92(1)(Jha)	National and international prize up to NPR 500,000 for contribution in literature, arts, culture, sports, journalism, science, technology, agriculture and public administration. However, if the prize amount exceeds five lakh rupees, only the excess amount will be subject to windfall gain tax.	No change	No TDS (if notified by government through publishing in Nepal gazette)
Section 89: TDS on Payment of Contracts and Agreements			
89(1)	Contract for 50,000 or more	No change	1.50%
89(3)(Ka)	Payment to Non-resident person for any agreement or contract-including the purchase of arms and ammunitions, weapons, and communication equipment for self-use by Nepal Army, Nepal Police and Armed Police Force.	No change	5%
89(3)(Kha)	On payment of Premium or while paying commission to Non-resident Insurance company for the Reinsurance Premium Received	No change	1.50%
89(3)(Ga)	Other payments to Non-resident prescribed by department	No change	as prescribed
89(3Ka)	Payment made for work to be done through User Committee (Upabhokta Samitee) above Rs 50 lakh	No TDS	1.50%

Rates of Advance Taxes (Section 95A)

Section	Particulars	<i>Amendments are highlighted in Blue</i>	
		Tax Rate	Tax Rate
		FY 2083-84	FY 2082-83
95A(2)(a)	a) Gain on disposal of Interest in any resident entity (listed in the stock exchange)		
	- To a resident natural person:		
	a. Listed Shares held for more than 365 days	7.5%	5%
	b. Listed Shares held for 365 days or less than 365 days	10%	7.5%
	- To resident entity	No Change	10%
	- Others (including a non-resident person)	No Change	25%
	b) Gain on disposal of Interests in any resident entity (unlisted)		
	- To a resident natural person	No Change	10%
	- To resident entity	No Change	15%
- Others (including a non-resident person)	No Change	25%	
95A(6a)	Banks/BFIs providing foreign exchange for language/standardized exams for students going abroad.	No change	15%
95A(6b)	Resident natural person (not in business) receiving foreign currency for software/electronic facilities outside Nepal.	No change	5%
95A(6c)	Resident natural person (not in business) receiving foreign currency for consultancy services outside Nepal.	No change	5%
95A(6d)	Resident natural person (not in business) receiving foreign currency for audio visual upload on social media.	No change	5%
95A(6e)	Resident individual (digital business operator) making payment to a person associated with platform for sale of goods/services.	No change	1%
95A(5) & 95A(6)	Gain on Disposal of land or land & building:		
	- Owned by an individual for over 5 years	7.5%	5%
	- Owned by an individual for up to 5 years	10%	7.5%
	- Owned by a person other than an individual	No change	1.5%
95A(5)(5a)	Disposal of land or private buildings, if a natural person provides such property owned by them to the Government of Nepal, Provincial Government, or Local Level free of cost	No Advance Tax	Earlier rate 5%, 7.5% or 1.5% as applicable.
95A(5)(5a)	Resident ride-sharing service operator on payment made to a natural person who provides services by being affiliated with its platform.	1%	NA

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